42187A Ela-077

>>> <KBromb6@aol.com> 09/18/97 09:08am >>>

Subj: Re: Amended HAPs Proposal

Date: 09/17/97

To: HOFMANN.ANGELA@EPAMAIL.EPA.GOV

CC: kelly.tom@epamail.epa.gov, leukroth.richard@epamail.epa.gov,

damon.dozier@sba.gov

Date: September 18, 1997 REVISED

To: Angela Hofmann

From: Kevin Bromberg

Subject: TSCA Size Standards - TSCA Chemical Test Rule

Thanks for your inquiry on the small business definition (As you know, I need more work to do.)

You asked whether EPA could substitute the TSCA \$40 million standard/ 100,000 pounds for the SBA size standard. First, when was this standard last updated for inflation? Second, based on about \$300,000/employee for the chemical industry (approximate figure for firm sales/employment for firms with 500 or less employment or firms with 500 or more), the SBA size standards would translate into annual sales of \$150 million (revised math) or more.

Everything being equal, SBA is unlikely to find that the EPA standard should be a factor of 4 lower than the SBA size standard.

Third, since definitions are often rule-specific, we would need to examine the draft regulatory analysis before giving informed comments.

When is the draft rule being sent to OMB? Has it already gone?

Is it subject to SBREFA? I understand that the insulation manufacturers believe that SBREFA does apply, and that their industry is adversely **affected** by the test rule for COS, because only six small **firms** (SBA definition) will be spending about \$1 million between them (9/3 letter from NAIMA to Charlie Auer).

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